



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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January 10, 1991

TO: Dianne R. Nielson, Director

THRU: Lowell P. Braxton, Associate Director, Mining *Lowell*

FROM: Tony Gallegos, Reclamation Engineer *ag*

RE: Division Approval, Reclamation Contract, Utelite Mine, Utelite Corporation, M/043/004, Summit County, Utah

On January 25, 1990 the Board of Oil, Gas and Mining approved Utelite's Self Bonding and Indemnity Agreement in the amount of \$101,800 (1994 dollars). At that time, a Reclamation Contract was not completed nor signed.

After several delays and a May 30th modification to the Reclamation Contract form, a Reclamation Contract was signed on November 30, 1990 by the operator's agent, Carsten Mortensen. Mr. Mortensen stated that the disturbed acreage shown was incorrect and requested that this figure be modified.

A revised map and verbal description of the disturbed area were sent to Mr. Mortensen for his review on January 2, 1991. On January 3, 1991, Mr. Mortensen telephoned the Division and stated that the revised description was acceptable. He also stated that Utelite is doing some concurrent reclamation and that the present disturbed area encompasses approximately 30 acres.

The Reclamation Contract and disturbed area description contain no modifications to the reclamation surety. Since the Board has already approved of Utelite's amount and form of surety, it is felt that this matter does not need to be brought formally before the Board. Therefore, it is recommended that the Division and Board approve this Reclamation Contract and finalize this permitting action by providing the appropriate signatures.

jb
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